TO ALL HOLDERS OF SOUTHWEST GAS CORPORATION CALIFORNIA GAS TARIFF

Subject: Revision No. 278 (Advice Letter 686-C)

The attached tariff sheets reflect Southwest's compliance with California Public Utilities Commission Resolution G-3364, issued April 1, 2004. These tariff sheets reflect modifications to Section G, Applicant Installation Option, of Rule 15 for Gas Main Extensions. These changes are effective July 1, 2004 and include: (1) revising the Applicant Installation Cost Verification form to include the project-specific estimate of refundable costs if the Utility installs the line extension; and (2) clarifying Section G.1.c. of Rule 15 that funds provided by the Applicant are subject to the refund and allowance provisions of Rule Nos. 15 and 16.

Please make the following changes in your copy of Southwest's California Gas Tariff:

Cal. P.U.C. Sheet No.	Title of Sheet	Canceling Cal. P.U.C. Sheet No.	
<u> </u>	THIS OF CHICOX	<u> </u>	
5694-G-C	Rule No. 15 – Gas Main Extensions (Continued)	5159-G	
5695-G-C	Rule No. 15 – Gas Main Extensions (Continued)	5160-G	
5696-G-C	Rule No. 15 – Gas Main Extensions (Continued)	5161-G	
5697-G-C	Rule No. 15 – Gas Main Extensions (Continued)	5162-G	
5698-G-C	Rule No. 15 – Gas Main Extensions (Continued)	5163-G	
5699-G-C	Rule No. 15 – Gas Main Extensions (Continued)	5164-G	
5700-G-C	Rule No. 15 – Gas Main Extensions (Continued)		
5791-G*	Applicant-Installation Cost Verification - Statement		
	of Refundable Costs for Applicant-Installation		
	(Form 130.16 12/03)		
5701-G-C	Table of Contents (Continued)	5888-G	
5792-G*	Table of Contents (Continued) 5891-0	5891-G/5891-G*/	
	. ,	5917-G	
5703-G-C	Table of Contents 5894	5894-G*/5928-G	

Keith A. Brown Supervisor, State Regulatory Affairs

KB:vo Attachments